

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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W-02250A
Arizona Windsong Realty, Inc.
P.O. Box 261
Sanders, AZ 86512

ARIZONA CORPORATION
COMMISSION

RECEIVED
OCT 18 2002

Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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FOR COMMISSION USE

ANN04	01
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Processed by:

10-18-02 cm

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>AZ. Windsong Realty Inc.</u>		
Mailing Address <u>P.O. Box 261</u>		
<u>Sanders</u> (City)	<u>AZ</u> (State)	<u>86512</u> (Zip)
<u>928-688-2467</u> Telephone No. (Include Area Code)	<u>928-688-2398</u> Fax No. (Include Area Code)	<u>None</u> Pager/Cell No. (Include Area Code)
Email Address <u>None</u>		
Local Office Mailing Address <u>P.O. Box 261</u>		
<u>Sanders</u> (City)	<u>AZ</u> (State)	<u>86512</u> (Zip)
<u>928-688-2467</u> Local Office Telephone No. (Include Area Code)	<u>928-688-2398</u> Fax No. (Include Area Code)	<u>None</u> Pager/Cell No. (Include Area Code)
Email Address <u>None</u>		

MANAGEMENT INFORMATION

Management Contact: <u>Pat Paulsell</u>		
<u>Lot 34 AZ Park Estates</u> (Street)		<u>Sanders</u> (City)
<u>928-688-2467</u> Telephone No. (Include Area Code)	<u>928-688-2398</u> Fax No. (Include Area Code)	<u>None</u> Pager/Cell No. (Include Area Code)
Email Address <u>None</u>		
On Site Manager: <u>Pat Paulsell</u>		
<u>Lot 34 AZ Park Estates</u> (Street)		<u>Sanders</u> (City)
<u>928-688-2467</u> Telephone No. (Include Area Code)	<u>928-688-2398</u> Fax No. (Include Area Code)	<u>None</u> Pager/Cell No. (Include Area Code)
Email Address <u>None</u>		

Statutory Agent:

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: DAVID DAVIES LTD

(Name)

SUITE 236 Northband OFFICE PARK PHOENIX

(Street)

(City)

(State)

(Zip)

602-956-1521??

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☒ **Sole Proprietor (S)**☐ **C Corporation (C) (Other than Association/Co-op)**☐ **Partnership (P)**☐ **Subchapter S Corporation (Z)**☐ **Bankruptcy (B)**☐ **Association/Co op (A)**☐ **Receivership (R)**☐ **Limited Liability Company**☐ **Other (Describe)****COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☒ **APACHE**☐ **COCHISE**☐ **COCONINO**☐ **GILA**☐ **GRAHAM**☐ **GREENLEE**☐ **LA PAZ**☐ **MARICOPA**☐ **MOHAVE**☐ **NAVAJO**☐ **PIMA**☐ **PINAL**☐ **SANTA CRUZ**☐ **YAVAPAI**☐ **YUMA**☐ **STATEWIDE**

COMPANY NAME

AZ WINDSONG REALTY Inc

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	3,475.00	915.00	2,560.00
311	Pumping Equipment	10,650.00	2,802.00	7,848.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	94,000.00	25,000.00	69,000.00
331	Transmission and Distribution Mains	32,869.00	8,650.00	24,219.00
333	Services	7,520.00	1,950.00	5,570.00
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,000 ⁰⁰	800 ⁰⁰	2,200 ⁰⁰
341	Transportation Equipment	25,000 ⁰⁰	15,000 ⁰⁰	10,000 ⁰⁰
343	Tools, Shop and Garage Equipment	3,000 ⁰⁰	500 ⁰⁰	2,500 ⁰⁰
344	Laboratory Equipment	None		
345	Power Operated Equipment	None		
346	Communication Equipment	300 ⁰⁰	-0-	300 ⁰⁰
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	179,814⁰⁰	47,832.00	119,197⁰⁰

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 500 ⁰⁰	\$ 800 ⁰⁰
134	Working Funds	5,000 ⁰⁰ Credit here	5,000 ⁰⁰ Credit here
135	Temporary Cash Investments	None	None
141	Customer Accounts Receivable	None	None
146	Notes/Receivables from Associated Companies	None	None
151	Plant Material and Supplies	800 ⁰⁰	700 ⁰⁰
162	Prepayments	None	None
174	Miscellaneous Current and Accrued Assets	None	None
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 6,300.00	\$ 6,500.00
	FIXED ASSETS		
101	Utility Plant in Service	\$	\$
103	Property Held for Future Use		
105	Construction Work in Progress	None	None
108	Accumulated Depreciation - Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$	\$
	TOTAL ASSETS	\$	\$

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ None	\$ None
232	Notes Payable (Current Portion)	None	None
234	Notes/Accounts Payable to Associated Companies	None	None
235	Customer Deposits	2,700 ⁰⁰	2,700 ⁰⁰
236	Accrued Taxes	None	None
237	Accrued Interest	None	None
241	Miscellaneous Current and Accrued Liabilities	None	None
	TOTAL CURRENT LIABILITIES	\$ 2,700 ⁰⁰	\$ 2,700 ⁰⁰
	LONG-TERM DEBT (Over 12 Months)	None	None
224	Long-Term Notes and Bonds	\$ None	\$ None
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ None	\$ None
252	Advances in Aid of Construction	None	None
255	Accumulated Deferred Investment Tax Credits	None	None
271	Contributions in Aid of Construction	None	None
272	Less: Amortization of Contributions	None	None
281	Accumulated Deferred Income Tax	None	None
	TOTAL DEFERRED CREDITS	\$ - 0 -	\$ - 0 -
	TOTAL LIABILITIES	\$ 2,700 ⁰⁰	\$ 2,700 ⁰⁰
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ None	\$ None
211	Paid in Capital in Excess of Par Value	None	None
215	Retained Earnings	None	None
218	Proprietary Capital (Sole Props and Partnerships)	None	None
	TOTAL CAPITAL	\$ - 0 -	\$ - 0 -
	TOTAL LIABILITIES AND CAPITAL	\$ 2,700 ⁰⁰	\$ 2,700 ⁰⁰

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR 2000	CURRENT YEAR 2001
461	Metered Water Revenue	\$13,140 ⁰⁰	\$12,865 ⁰⁰
460	Unmetered Water Revenue	-0-	-0-
474	Other Water Revenues	-0-	-0-
	TOTAL REVENUES	\$13,140 ⁰⁰	\$12,865 ⁰⁰
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	2,878 ⁰⁰	2,964 ⁰⁰
618	Chemicals		
620	Repairs and Maintenance	10,292 ⁰⁰	9,814 ⁰⁰
621	Office Supplies and Expense		
630	Outside Services		
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense		
408	Taxes Other Than Income		
408.11	Property Taxes	454 ⁰⁰	705 ⁰⁰
409	Income Tax	-0-	-0-
	TOTAL OPERATING EXPENSES	\$	\$
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$	\$
	NET INCOME/(LOSS)	\$ - 984 ⁰⁰	\$ - 618 ⁰⁰

COMPANY NAME**SUPPLEMENTAL FINANCIAL DATA**
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ None

Meter Deposits Refunded During the Test Year

\$ None

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
401009	5 HP	20	14"	

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
At this Time None		
I Have a new Well on my lot, however it hasn't been tested or ok.		

do it and pump into the system, No

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) =

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5 HP.	One	None	None

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
40,000 Gal	One	1000 Gal	One

STATISTICAL INFORMATION

Total number of customers From 70 to 75 Depend on When School is in or out
Total number of gallons sold 5,400,000 gallons

COMPANY NAME _____

YEAR ENDING 12/31/2001

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability\$ 12,865.00
NoneState Taxable Income Reported
Estimated or Actual State Tax Liability7,504.56
\$ 22.89

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/AdvancesNone
None
None

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE_____
DATE_____
PRINTED NAME_____
TITLE

COMPANY NAME Az Windson Realty Inc YEAR ENDING 12/31/2001

**WATER AND SEWER
UTILITIES ONLY**

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

\$ 697.66

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain reasons below:

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Apache
NAME (OWNER OR OFFICIAL) TITLE	Pat Paulsel
COMPANY NAME	AZ. WINDSONG Realty Inc

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 12,865.00

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 14.74 and 12.89
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

21st

DAY OF

(SEAL)

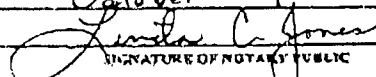
MY COMMISSION EXPIRES

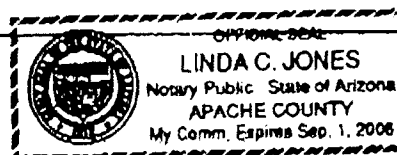
9-1-06


SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

COUNTY NAME	Apache
MONTH	October
YEAR	2002


SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$12,865⁰⁰

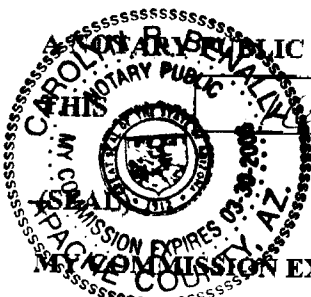
(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ None Collected
IN SALES TAXES BILLED, OR COLLECTED
I Rented the Toy

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X

Pat Pauise
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME



NOTARY PUBLIC IN AND FOR THE COUNTY OF

DAY OF

NOTARY PUBLIC NAME <u>Carolyn R. Bralley</u>	
COUNTY NAME <u>Apache</u>	
MONTH <u>October</u>	YEAR <u>2002</u>

X

Carolyn R. Bralley
SIGNATURE OF NOTARY PUBLIC



OCTOBER 5, 2001

ACCOUNT: 0482114311 PAULSELL TAI FBO PAT/SANDRA
 PAYMENT TO: BETTY M. MONTOYA
 AMOUNT: \$ 697.66

PAYMENT FOR BENEFICIARY

***PH2 PROP TAX PARC #919-01-800 2 P PAULSELL
 REPLACES CHECK 4520067 DTD 10/02/01

1 DE 10/5 133

JEANNETTE ARTHUR

NON - NEGOTIABLE

2001 TAX NOTICE

JAN. 1, 2001
TO
DEC. 31, 2001

COUNTY OF APACHE

ARIZONA

ADDRESS: P O BOX 699
ST JOHNS AZ 85936

LEGAL DESCRIPTION: SECTION TWN RNG ACRES
 TOTAL VALUE OF OPERATING PROPERTY 2,325
 207-26-060-B 1,100 207-26-092

TAX ROLL NUMBER	48627
PARCEL IDENTIFICATION	919-01-800
TAX AREA CODE	1800

IMPORTANT - SEE REVERSE SIDE
 FOR COMPLETE EXPLANATION OF
 YOUR 2001 TAX NOTICE AND
 PAYMENT INSTRUCTIONS.

919-01-800 2 48627

ARIZONA WINDSONG REALTY INC
 PAT E PAULSELL/PRESIDENT
 PO BOX 261
 SANDERS AZ 86512

2001 TAX SUMMARY (3)			
PRIMARY AD VALOREM TAX			592.4
LESS STATE AID TO EDUCATION			
NET PRIMARY AD VALOREM TAX			592.4
SECONDARY AD VALOREM TAX			638.42
SPECIAL DISTRICT TAX			

PAY TOTAL OR HALF TAX

TOTAL TAX DUE		697.66
HALF TAX		348.83

DELINQUENT DATES

1st HALF NOV. 1, 2001

2nd HALF MAY 1, 2002

THIS IS THE ONLY NOTICE YOU WILL RECEIVE
 NO RECEIPT WILL BE SENT UNLESS REQUESTED

PRIMARY PROPERTY TAX CALCULATION (1)						
ITEM	LIMITED VALUE	ASSTMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
LAND, BLDGS, ETC.	3,425	25.0	856	0	8.493	7.27
PERSONAL PROPERTY	2,475	25.0	611.9	0	8.493	5.197
TOTALS	27,900		6,975	0		592.4

SECONDARY PROPERTY TAX CALCULATION (2)						
ITEM	FULL CASH VALUE	ASSTMT. %	ASSESSED VALUE	EXEMPTION	TAX RATE	AD VALOREM TAX
LAND	3,425	25.0	856	0	9.1529	7.834
BLDGS, ETC.	0	0	0	0	0	0.00
PERSONAL PROPERTY	2,475	25.0	611.9	0	9.1529	5.6008
TOTALS	27,900		6,975	0		638.42

TAX CODE		TAX JURISDICTION	2001 PRIMARY	2001 SECONDARY	2001 TOTAL	2000 TOTAL	DIFFERENCE
02000	APACHE COUNTY		592.4	492.4	1084.8	1308.7	-223.9
10270	NORTHERN APACHE COUNTY HCD		00	96.42	96.42	99.16	-2.74
11618	PUERCO FD		00	187.41	187.41	230.20	-42.79
11900	FIRE DISTRICT ASSISTANCE FUND		00	3.48	3.48	4.51	-1.03
14900	APACHE COUNTY LIBRARY DISTRICT		00	110.2	110.2	12.30	-97.10
28000	APACHE COUNTY JAIL DISTRICT		00	13.95	13.95	17.05	-3.10
67018	SD #18 CLASS A BONDS		00	276.90	276.90	342.41	-65.51
TOTALS			592.4	638.42	697.66	836.50	-138.84

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINES